

FINANCIAL CONSOLIDATIONS

The City of Albuquerque's operating budget appropriates monies in 37 funds divided into five types. In addition, estimated information on grant funds is provided although not appropriated. Appropriation bills for grants are introduced to Council as grants arise.

Individual funds are established for specific purposes and operate as separate entities. However, there are large numbers of financial transactions between these funds. Some transactions are arms length, such as the payment in lieu of taxes (PILOT) and indirect overhead, which the enterprise funds pay to the General Fund. Enterprises are expected to function like a private business requiring payment of taxes. In addition, central services such as purchasing, payroll, accounting, and computer access are provided by the General Fund to all other funds in the City. These costs are charged to the enterprise through indirect overhead.

City policy requires that all positions be funded in an operating fund. Thus, employees hired to do construction projects financed by General Obligation Bonds are funded in the General Fund and the capital program remits payment to the General Fund.

Transfers between funds occur for a wide variety of reasons. Funding is transferred from the appropriate operating fund to the corresponding debt service fund. A city match for grant funds is transferred from the General Fund. Transfers are recorded to cover subsidies for those funds that require subsidy from the General Fund to continue operations such as Transit, Parking and Open Space. Some funds are set up to record financial transactions that are shared between two separate government bodies. This requires a transfer to appropriate the money in the General Fund as well as in the resident fund.

Total dollars involved in such transactions are quite

large. Because they are appropriated in more than one fund, they are counted twice inflating the total expenses and revenues of the City. Just as the expenses are counted twice, so also are revenues, since the funds receiving the transfers treat such transfers as revenue. This overstates the City's total appropriations and revenues.

There are three types of tables, (1) combined revenues by fund group, (2) combined appropriations by fund group, and (3) consolidated revenues, appropriations and fund balances.

The consolidations in the following pages prevent the distortion by eliminating interfund transactions. The first two sets of tables deal with the total city budget. The first column is the combined city total for all funds and fund groups after all eliminations. The second column shows the total amount that has been eliminated. The third column is the total as appropriated prior to eliminations.

The third table covers the different fund groups. There are six fund groups in this budget. The General Fund accounts for general government functions and is supported primarily by taxes. The two special fund tables have specific revenue sources and limitations on their use. Many of these are grants from other governmental agencies. The City budget separates them based on whether it is possible to appropriate them in this document or if they must be appropriated at a later time due to timing issues with the grantor. Debt Service funds provide for the reservation of monies for the payment of interest and principal on outstanding debt obligations. Enterprise funds account for services provided and paid for by rates and user fees. Internal service funds service the City and other governmental agencies and receive all revenue from those agencies.

Individual fund tables that support these financial consolidations are located in the department budget highlights section.

COMBINED REVENUES BY FUND GROUP AND SOURCE - PROPOSED BUDGET FY/07
(\$000's)

	TOTAL	INTERFUND ELIMINATION	COMBINED TOTAL	GENERAL FUND	SPECIAL REV FUNDS IN GENERAL APPROP ACT	SPECIAL REV FUNDS NOT IN GEN APPROP ACT	DEBT SERVICE FUNDS	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
TAXES:									
PROPERTY	99,102	0	99,102	23,948	0	0	75,154	0	0
GROSS RECEIPTS	150,146	0	150,146	150,146	0	0	0	0	0
OTHER	45,857	0	45,857	29,663	16,194	0	0	0	0
TOTAL TAXES	295,105	0	295,105	203,757	16,194	0	75,154	0	0
LICENSES & PERMITS	16,547	0	16,547	13,318	3,229	0	0	0	0
INTERGOVERNMENTAL REVENUES:									
FEDERAL GRANTS	53,791	0	53,791	0	0	23,991	0	29,800	0
COUNTY	2,572	0	2,572	281	1,286	0	0	890	115
STATE SHARED REVENUE:									
GROSS RECEIPTS	177,242	0	177,242	177,242	0	0	0	0	0
CIGARETTE	744	0	744	514	230	0	0	0	0
OTHER SHARED REVENUE	7,520	0	7,520	4,213	0	3,307	0	0	0
STATE GRANTS	6,466	0	6,466	0	1,260	5,206	0	0	0
TOTAL STATE SHARED	191,972	0	191,972	181,969	1,490	8,513	0	0	0
TOTAL INTERGOVERNMENTAL	248,335	0	248,335	182,250	2,776	32,504	0	30,690	115
CHARGES FOR SERVICES	18,944	0	18,944	18,436	458	0	0	0	50
FINES AND FORFEITS	2,952	0	2,952	1,847	0	1,105	0	0	0
MISCELLANEOUS	9,717	0	9,717	3,368	1,358	457	1,156	2,251	1,127
ENTERPRISE REVENUES:									
AVIATION	65,037	0	65,037	0	0	0	0	65,037	0
APARTMENTS	3,227	0	3,227	0	0	0	0	3,227	0
STADIUM	1,706	0	1,706	0	0	0	0	1,706	0
PARKING FACILITIES	3,814	0	3,814	0	0	0	0	3,814	0
REFUSE DISPOSAL	48,704	0	48,704	0	0	0	0	48,704	0
TRANSIT	3,687	0	3,687	0	0	0	0	3,687	0
GOLF	4,228	0	4,228	0	0	0	0	4,228	0
HOUSING	1,615	0	1,615	0	0	0	0	1,615	0
TOTAL ENTERPRISE	132,018	0	132,018	0	0	0	0	132,018	0
INTERFUND/INTERNAL SERVICE:									
INTERNAL SERVICE	99,104	0	99,104	1,055	0	0	0	0	98,049
ADMINISTRATIVE O/H (a)	14,369	(8,372)	22,741	22,741	0	0	0	0	0
TRANSFERS (a)	8,743	(55,398)	64,141	2,606	10,582	5,787	12,662	32,504	0
PILOT	0	(1,510)	1,510	1,510	0	0	0	0	0
TOTAL INTRFD/INT SERV	122,216	(65,280)	187,496	27,912	10,582	5,787	12,662	32,504	98,049
TOTAL CURRENT RESOURCES	845,834	(65,280)	911,114	450,888	34,597	39,853	88,972	197,463	99,341
APPROPRIATED FUND BALANCE	80,537	0	80,537	70,926	3,776	(108)	1,530	9,837	(5,424)
ADJUSTMENTS TO FUNDS	(49,521)	0	(49,521)	(48,584)	2	0	(939)	0	0
GRAND TOTAL	876,850	(65,280)	942,130	473,230	38,375	39,745	89,563	207,300	93,917

(a) Remaining administrative O/H and transfers are from capital and other funds not included in this consolidation

COMBINED APPROPRIATIONS BY FUND GROUP AND DEPARTMENT, PROPOSED BUDGET FY/07
(\$000's)

	TOTAL	INTERFUND ELIMINATION	COMBINED TOTAL	GENERAL FUND	SPECIAL FUNDS IN GENERAL APPROP ACT	SPECIAL FUNDS NOT IN GEN APPROP ACT	DEBT SERVICE FUNDS	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
AVIATION	71,481	(26,714)	98,195	0	0	0	0	98,195	0
CHIEF ADMINISTRATIVE OFFICE	4,283	0	4,283	3,971	0	312	0	0	0
CITY SUPPORT	101,389	(11,373)	112,762	23,199	0	0	89,563	0	0
COUNCIL SERVICES	2,489	0	2,489	2,489	0	0	0	0	0
CULTURAL SERVICES	36,532	0	36,532	34,998	1,498	36	0	0	0
ECONOMIC DEVELOPMENT	1,770	(1,354)	3,124	3,124	0	0	0	0	0
ENVIRONMENTAL HEALTH	19,138	(128)	19,266	13,341	3,574	2,351	0	0	0
FAMILY AND COMMUNITY SERVICES	92,049	(1,013)	93,062	35,147	0	22,353	0	35,562	0
FINANCE AND ADMINISTRATIVE SERVICES	76,475	(8,142)	84,617	23,506	17,143	0	0	0	43,968
FIRE	67,868	0	67,868	66,498	1,350	20	0	0	0
HUMAN RESOURCES	52,283	(119)	52,402	2,453	0	0	0	0	49,949
LEGAL	7,847	0	7,847	7,847	0	0	0	0	0
MAYOR	873	0	873	873	0	0	0	0	0
METROPOLITAN DETENTION CENTER	11,429	0	11,429	11,429	0	0	0	0	0
MUNICIPAL DEVELOPMENT	53,974	(13,950)	67,924	44,834	10,928	0	0	12,162	0
OFFICE OF INTERNAL AUDIT & INVESTIGATIONS	1,234	0	1,234	1,234	0	0	0	0	0
PARKS AND RECREATION	30,442	(2,712)	33,154	25,300	2,994	147	0	4,713	0
PLANNING	14,924	0	14,924	14,924	0	0	0	0	0
POLICE	138,411	(596)	139,007	130,503	888	7,616	0	0	0
SENIOR AFFAIRS	10,428	0	10,428	5,045	0	5,383	0	0	0
SOLID WASTE MANAGEMENT	47,654	(8,942)	56,596	0	0	607	0	55,989	0
TRANSIT	34,637	(24,594)	59,231	22,515	0	920	0	35,796	0
INDIRECT O/H ON OPERATING GRANTS	(760)	(760)	0	0	0	0	0	0	0
TOTALS	876,850	(100,397)	977,247	473,230	38,375	39,745	89,563	242,417	93,917
ENTERPRISE INTERFUND DEBT SERVICE	0	35,117	(35,117)	0	0	0	0	(35,117)	0
GRAND TOTAL	876,850	(65,280)	942,130	473,230	38,375	39,745	89,563	207,300	93,917

CONSOLIDATED REVENUES, APPROPRIATIONS AND FUND BALANCES, PROPOSED BUDGET FY/07
(\$000's)

FUND GROUP	FUND NO	FUND	EST BALANCE JUN 30,2006	ESTIMATED REVENUE	a	APPRO- PRIATION	a	INTERFUND TRANSACTION	FUND BAL ADJUSTMENT	SURPLUS (DEFICIT)	EST BALANCE JUN 30, 2007
GENERAL	110	GENERAL	70,927	439,087		430,974		(30,455)	(48,584)	(70,926)	1
SPECIAL FUNDS INCLUDED IN GENERAL APPROPRIATION	210	FIRE	141	1,275		1,350		0	1	(74)	67
	215	RECREATION	54	230		0		(230)	0	0	54
	220	LODGER'S TAX	2,220	9,708		5,505		(5,505)	0	(1,302)	918
	221	HOSPITALITY FEE	423	1,942		1,341		(841)	0	(240)	183
	225	CULTURE/REC SPECIAL PROJECTS	1,547	598		598		0	0	0	1,547
	235	ALB BIOPARK PROJECTS	0	900		900		0	0	0	0
	242	AIR QUALITY	1,544	2,605		3,446		(128)	1	(968)	576
	282	GAS TAX ROAD FUND	415	4,558		5,080		207	0	(315)	100
	285	CITY/COUNTY PROJECTS	87	173		91		(82)	0	0	87
	287	FALSE ALARM ENFORCEMENT & EDUCATION	345	634		878		(10)	0	(254)	91
	290	CITY/COUNTY FACILITIES	360	1,286		3,171		1,597	0	(288)	72
	292	PLAZA DEL SOL BUILDING	120	16		748		663	0	(69)	51
	730	VEHICLE/COMPUTER PROJECTS	0	0		3,778		3,778	0	0	0
	851	OPEN SPACE EXPENDABLE TRUST	542	840		2,764		1,658	0	(266)	276
		SUBTOTAL	7,798	24,765		29,650		1,107	2	(3,776)	4,022
SPECIAL FUNDS EXCLUDED IN GENERAL APPROPRIATION	205	COMMUNITY DEVELOPMENT (b)	(6)	6,788		6,331		(82)	0	375	369
	265	OPERATING GRANTS (b)	3,328	24,974		29,837		4,596	0	(267)	3,061
	280	LAW ENFORCEMENT PROJECTS (b)	565	2,304		2,580		276	0	0	565
		SUBTOTAL	3,887	34,066		38,748		4,790	0	108	3,995
NON-ENTERPRISE DEBT SERVICE	405	SALES TAX DEBT SERVICE	1,178	100		10,702		11,521	(1,077)	(158)	1,020
	415	GENERAL OBLIGATION BOND DEBT SERV	7,606	76,210		77,452		0	136	(1,106)	6,500
	435	CITY/COUNTY BUILDING DEBT SERVICE	266	0		1,409		1,141	2	(266)	0
		SUBTOTAL	9,050	76,310		89,563		12,662	(939)	(1,530)	7,520
ENTERPRISE FUNDS	611	AVIATION OPERATING	12,397	65,313		45,667		(26,714)	0	(7,068)	5,329
	615	AIRPORT REVENUE BOND DEBT SERVICE	2,570	270		25,814		25,500	0	(44)	2,526
	641	PARKING FACILITIES OPERATING	800	3,851		3,217		(656)	0	(22)	778
	645	PARKING FACILITIES DEBT SERVICE	939	392		0		(1,331)	0	(939)	0
	651	REFUSE DISPOSAL OPERATING	3,849	49,946		41,901		(8,142)	0	(97)	3,752
	655	REFUSE DISPOSAL SYSTEM DEBT SERV	219	50		5,146		5,146	0	50	269
	661	TRANSIT OPERATING	1,892	11,541		33,717		20,436	0	(1,740)	152
	671	APARTMENTS OPERATING FUND	239	3,227		2,350		(931)	0	(54)	185
	675	APARTMENTS DEBT SERVICE FUND	303	0		989		931	0	(58)	245
	681	GOLF OPERATING FUND	88	4,281		3,543		(824)	0	(86)	2
	685	GOLF OPERATING DEBT SERVICE	36	0		346		320	0	(26)	10
	691	STADIUM OPERATING FUND	334	1,729		687		(1,168)	0	(126)	208
	695	STADIUM OPERATING DEBT SERVICE FUND	21	0		1,162		1,162	0	0	21
	805	HOUSING AUTHORITY (b)	3,129	31,665		31,292		0	0	373	3,502
		SUBTOTAL	26,816	172,265		195,831		13,729	0	(9,837)	16,979
INTERNAL SERVICE	705	RISK MANAGEMENT	29,835	36,270		29,401		(760)	0	6,109	35,944
	715	MATERIALS/SUPPLIES INV MANAGEMENT	178	620		569		(191)	0	(140)	38
	725	FLEET MANAGEMENT	697	12,175		11,823		(600)	0	(248)	449
	735	EMPLOYEE INSURANCE	2,452	49,092		49,147		(119)	0	(174)	2,278
	745	COMMUNICATIONS MANAGEMENT	551	1,184		1,144		(163)	0	(123)	428
		SUBTOTAL	33,713	99,341		92,084		(1,833)	0	5,424	39,137
		TOTAL ALL FUNDS	152,191	845,834		876,850		0	(49,521)	(80,537)	71,654

(a) Transfers between funds have been eliminated from Estimated Revenues and Appropriations.

(b) These funds are appropriated by separate resolutions.

GENERAL FUND 110

(\$000's)	ACTUAL FY/05	ORIGINAL BUDGET FY/06	REVISED BUDGET FY/06	ESTIMATED ACTUAL FY/06	PROPOSED BUDGET FY/07	PROP 07/ EST ACT 06 CHG
RESOURCES:						
Recurring Revenue	400,827	414,176	423,246	427,985	441,050	13,065
Intra-year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Recurring Revenue	400,827	414,176	423,246	427,985	441,050	13,065
Non-recurring Revenue						
Miscellaneous	12,980	8,249	10,612	10,612	9,838	(774)
Intra-year	<u>0</u>	<u>0</u>	<u>148</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Non-recurring Revenue	<u>12,980</u>	<u>8,249</u>	<u>10,760</u>	<u>10,612</u>	<u>9,838</u>	<u>(774)</u>
TOTAL REVENUES	413,807	422,425	434,006	438,597	450,888	12,291
Beginning Fund Balance	<u>64,786</u>	<u>85,424</u>	<u>85,424</u>	<u>85,424</u>	<u>70,927</u>	<u>(14,497)</u>
TOTAL RESOURCES	<u>478,593</u>	<u>507,849</u>	<u>519,430</u>	<u>524,021</u>	<u>521,815</u>	<u>(2,206)</u>
EXPENDITURES/APPROPRIATIONS:						
Recurring Expenditures/Appropriations	372,032	414,169	417,723	413,706	434,110	20,404
Non-recurring Expend/Appropriations	<u>21,137</u>	<u>32,338</u>	<u>38,653</u>	<u>39,388</u>	<u>39,120</u>	<u>(268)</u>
TOTAL EXPENDITURES/APPROPRIATIONS	<u>393,169</u>	<u>446,507</u>	<u>456,376</u>	<u>453,094</u>	<u>473,230</u>	<u>20,136</u>
FUND BALANCE PER CAFR	<u>85,424</u>	<u>61,342</u>	<u>63,054</u>	<u>70,927</u>	<u>48,585</u>	<u>(22,342)</u>
ADJUSTMENTS:						
Encumbrances	(3,964)	(3,964)	0	0	0	0
Unrealized Gains on Investments	531	531	531	531	531	0
Inventory and Other Accounting Adjustments	<u>(502)</u>	<u>(502)</u>	<u>(502)</u>	<u>(502)</u>	<u>(502)</u>	<u>0</u>
TOTAL ADJUSTMENTS	<u>(3,935)</u>	<u>(3,935)</u>	<u>29</u>	<u>29</u>	<u>29</u>	<u>0</u>
RESERVES:						
Quarter Cent - Central Processing	1,500	3,418	3,457	3,457	3,000	(457)
Energy	0	0	4,075	4,075	0	(4,075)
General Reserve	0	0	4,800	4,800	4,800	0
IRB Settlement	908	1,042	617	617	617	0
Campaign Finance Law	0	0	0	0	473	473
Special Reserve	2,000	1,350	800	800	300	(500)
Reserve 1/12th Appropriations	<u>33,831</u>	<u>37,209</u>	<u>37,957</u>	<u>37,957</u>	<u>39,423</u>	<u>1,466</u>
TOTAL RESERVES	<u>38,239</u>	<u>43,019</u>	<u>51,706</u>	<u>51,706</u>	<u>48,613</u>	<u>(3,093)</u>
AVAILABLE FUND BALANCE	<u>43,250</u>	<u>14,388</u>	<u>11,377</u>	<u>19,250</u>	<u>1</u>	<u>(19,249)</u>